

HIGHER EDUCATION

EXECUTIVE BUDGET BILL

A bill to make appropriations for the state institutions of higher education and certain state purposes related to education for the fiscal year ending September 30, 2004; to provide for the expenditures of those appropriations; and to prescribe the powers and duties of certain state departments, institutions, agencies, employees, and officers.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this bill, the amounts listed in this part are appropriated for higher education for the fiscal year ending September 30, 2004, from the funds indicated in this part. The following is a summary of the appropriations in this part:

HIGHER EDUCATION

APPROPRIATIONS SUMMARY:

GROSS APPROPRIATION	\$ 1,715,437,000
Total interdepartmental grants and	
intradepartmental transfers.....	0
ADJUSTED GROSS APPROPRIATION	\$ 1,715,437,000
Federal revenues:	
Total federal revenues	4,400,000
Special revenue funds:	
Total local revenues	0

Total private revenues	0
Total other state restricted revenues	78,350,000
State general fund/general purpose	\$ 1,632,687,000

Sec. 102. CENTRAL MICHIGAN UNIVERSITY

Operations	<u>\$ 81,003,300</u>
GROSS APPROPRIATION	\$ 81,003,300

Appropriated from:

State general fund/general purpose	\$ 81,003,300
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Sec. 103. EASTERN MICHIGAN UNIVERSITY

Operations	<u>\$ 78,873,300</u>
GROSS APPROPRIATION	\$ 78,873,300

Appropriated from:

State general fund/general purpose	\$ 78,873,300
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Sec. 104. FERRIS STATE UNIVERSITY

Operations	<u>\$ 49,968,200</u>
GROSS APPROPRIATION	\$ 49,968,200

Appropriated from:

State general fund/general purpose	\$ 49,968,200
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Sec. 105. GRAND VALLEY STATE UNIVERSITY

Operations	<u>\$ 54,085,800</u>
GROSS APPROPRIATION	\$ 54,085,800

Appropriated from:

State general fund/general purpose	\$ 54,085,800
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Sec. 106. LAKE SUPERIOR STATE UNIVERSITY

Operations	<u>\$ 12,841,800</u>
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GROSS APPROPRIATION	\$	12,841,800
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Appropriated from:

State general fund/general purpose	\$	12,841,800
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Sec. 107. MICHIGAN STATE UNIVERSITY

Operations	\$	<u>293,383,700</u>
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GROSS APPROPRIATION	\$	293,383,700
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Appropriated from:

State general fund/general purpose	\$	293,383,700
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Sec. 108. MICHIGAN TECHNOLOGICAL UNIVERSITY

Operations	\$	<u>49,717,400</u>
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GROSS APPROPRIATION	\$	49,717,400
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Appropriated from:

State general fund/general purpose	\$	49,717,400
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Sec. 109. NORTHERN MICHIGAN UNIVERSITY

Operations	\$	<u>46,811,500</u>
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GROSS APPROPRIATION	\$	46,811,500
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Appropriated from:

State general fund/general purpose	\$	46,811,500
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Sec. 110. OAKLAND UNIVERSITY

Operations	\$	<u>47,146,100</u>
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GROSS APPROPRIATION	\$	47,146,100
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Appropriated from:

State general fund/general purpose	\$	47,146,100
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Sec. 111. SAGINAW VALLEY STATE UNIVERSITY

Operations	\$	<u>24,653,900</u>
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GROSS APPROPRIATION	\$	24,653,900
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Appropriated from:

State general fund/general purpose	\$	24,653,900
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Sec. 112. UNIVERSITY OF MICHIGAN - ANN ARBOR

Operations	\$	<u>327,206,100</u>
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GROSS APPROPRIATION	\$	327,206,100
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Appropriated from:

State general fund/general purpose	\$	327,206,100
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Sec. 113. UNIVERSITY OF MICHIGAN - DEARBORN

Operations	\$	<u>25,193,900</u>
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GROSS APPROPRIATION	\$	25,193,900
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Appropriated from:

State general fund/general purpose	\$	25,193,900
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Sec. 114. UNIVERSITY OF MICHIGAN - FLINT

Operations	\$	<u>21,661,300</u>
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GROSS APPROPRIATION	\$	21,661,300
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Appropriated from:

State general fund/general purpose	\$	21,661,300
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Sec. 115. WAYNE STATE UNIVERSITY

Operations	\$	<u>228,279,900</u>
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GROSS APPROPRIATION	\$	228,279,900
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Appropriated from:

State general fund/general purpose	\$	228,279,900
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Sec. 116. WESTERN MICHIGAN UNIVERSITY

Operations	\$	<u>113,109,300</u>
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GROSS APPROPRIATION	\$	113,109,300
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Appropriated from:

State general fund/general purpose	\$	113,109,300
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Sec. 117. STATE AND REGIONAL PROGRAMS

Agricultural experiment station	\$	33,163,800
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Cooperative extension service		28,604,300
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Higher education database		<u>200,000</u>
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GROSS APPROPRIATION	\$	61,968,100
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Appropriated from:

State general fund/general purpose	\$	61,968,100
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Sec. 118. MARTIN LUTHER KING, JR. - CESAR CHAVEZ -

ROSA PARKS PROGRAM

Select student supportive services	\$	1,956,100
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Michigan college/university partnership program		586,800
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Morris Hood, Jr. educator development program.....		<u>148,600</u>
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GROSS APPROPRIATION	\$	2,691,500
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Appropriated from:

State general fund/general purpose	\$	2,691,500
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Sec. 119. GRANTS AND FINANCIAL AID

Michigan opportunity scholarships	\$	112,444,900
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Dental clinics grant		4,547,000
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Robert C. Byrd honors scholarship program.....		1,500,000
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Nursing scholarship program		4,000,000
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Michigan merit award program		65,100,000
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Tuition incentive program		<u>9,250,000</u>
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GROSS APPROPRIATION \$ 196,841,900

Appropriated from:

Federal revenues:

Higher education act of 1965, title IV, 20 U.S.C. 2,900,000

Higher education act of 1965, title IV, part A..... 1,500,000

Special revenue funds:

Michigan merit award trust fund 78,350,000

State general fund/general purpose \$ 114,091,900

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2003-2004 is \$1,711,037,000.00 and state spending from state resources to be paid to units of local government for fiscal year 2003-2004 is \$0.00.

Sec. 202. The appropriations authorized under this bill are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 203. Unless otherwise specified, the institutions of higher education receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this bill. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.

Sec. 204. (1) The funds appropriated in part 1 to state institutions of higher education shall be paid out of the state treasury and distributed by

the state treasurer to the respective institutions in 11 equal monthly installments on the sixteenth of each month, or the next succeeding business day, beginning with October 16, 2003. Except for Wayne State University, each institution shall accrue its July and August 2004 payments to its institutional fiscal year ending June 30, 2004.

(2) All universities shall submit higher education institutional data inventory (HEIDI) data and associated financial and program information requested by and in a manner prescribed by the state budget director. For universities with fiscal years ending June 30, 2003, these data shall be submitted to the state budget director by October 15, 2003. Universities with a fiscal year ending September 30, 2003 shall submit preliminary HEIDI data by November 15, 2003 and final data by December 15, 2003. If a university fails to submit HEIDI data and associated financial aid program information in accordance with this reporting schedule, the state treasurer shall withhold the monthly installments under subsection (1) to the university until those data are submitted.

Sec. 205. Funds received by the state from the federal government or private sources for the use of a college or university are appropriated for the purposes for which they are provided. The acceptance and use of federal or private funds does not place an obligation upon the legislature to continue the purposes for which the funds are made available.

Sec. 206. A state institution of higher education that receives funds under this bill shall furnish all program and financial information that is required by and in a manner prescribed by the state budget director or the house or senate appropriations committees.

GRANTS AND FINANCIAL AID

Sec. 301. (1) Included in the appropriation in part 1 is funding for the Michigan opportunity scholarships program which shall be established and administered by the Michigan higher education assistance authority.

(2) The Michigan higher education assistance authority shall utilize Michigan opportunity scholarships program funding to continue awards to all students who received awards in the fiscal year ending September 30, 2003, under the competitive scholarship program pursuant to 1964 PA 208, MCL 390.971 to 390.981 and the tuition grant program pursuant to 1966 PA 313, MCL 390.991 to 390.997a and who remain eligible under those former programs.

(3) The remaining Michigan opportunity scholarships program funds shall be paid by the Michigan higher education assistance authority to financially needy Michigan students attending a Michigan public or independent college or university. The Michigan higher education assistance authority shall determine the application process, the needs analysis criteria for students to qualify for an award, and the annual maximum award amount under the Michigan opportunity scholarships program.

(4) The Michigan higher education assistance authority shall determine an actual maximum Michigan opportunity scholarships program award per student that ensures that the aggregate payments do not exceed the appropriation contained in part 1 for the Michigan opportunity scholarships program. By December 15, 2003, and again by February 1, 2004 the authority shall analyze the status of award commitments, shall make any necessary adjustments, and shall confirm that those award commitments will not exceed the appropriation contained in part 1 for the Michigan opportunity scholarships program. The

determination and actions shall be reported to the state budget director and the house and senate fiscal agencies no later than February 15, 2004. If award adjustments are necessary, the students shall be notified of the adjustment by the third Monday in February.

(5) When statutory provisions are enacted to provide for the Michigan opportunity scholarships program, the provisions of subsections 2 and 3 are superseded.

Sec. 302. From the funds appropriated in part 1, the Michigan higher education assistance authority shall establish and administer the nursing scholarship program pursuant to 2002 PA 591, MCL 390.1181 TO 390.1189.

Sec. 303. (1) The funds appropriated in part 1 for the tuition incentive program/high school completion program shall be distributed as provided in this section and pursuant to the administrative procedures for the tuition incentive program/high school completion program of the department of treasury.

(2) As used in this section: (a) "Phase I" means the first part of the tuition incentive assistance program defined as the academic period of 80 semester or 120 term credits, or less, leading to an associate degree or certificate.

(b) "Phase II" means the second part of the tuition incentive assistance program which provides assistance in the third and fourth year of 4-year degree programs.

(c) "Department" means the department of treasury.

(3) A person shall meet the following basic criteria and financial thresholds to be eligible for tuition incentive benefits:

(a) To be eligible for phase I, a person shall meet all of the following criteria:

(i) Apply for certification to the department before graduating from high school or completing the general education development (GED) certificate.

(ii) Be less than 20 years of age at the time of high school graduation or GED completion.

(iii) Be a United States citizen and a resident of Michigan according to institutional criteria.

(iv) Be at least a half-time student, earning less than 80 semester or 120 term credits at a participating educational institution within 4 years of high school graduation or GED certificate completion.

(b) To be eligible for phase II, a person shall meet either of the following criteria in addition to the criteria in subdivision (a):

(i) Complete at least 56 transferable semester or 84 transferable term credits.

(ii) Obtain an associate degree or certificate at a participating institution.

(c) To be eligible for phase I or phase II, a person must be financially eligible as determined by the department. A person is financially eligible for the tuition incentive program if that person was Medicaid eligible for 24 months within the 36 months before application. Certification of eligibility may begin in the sixth grade and continue until the time of enrollment in a participating institution.

(4) For phase I, the department shall provide payment on behalf of a person eligible under subsection (3). The department shall reject billings

that are excessive or outside the guidelines for the type of educational institution.

(5) For phase I, all of the following apply:

(a) Payments for associate degree or certificate programs shall not be made for more than 80 semester or 120 term credits for any individual student at any participating institution.

(b) For persons enrolled at a Michigan community college, the department shall pay the current in-district tuition and mandatory fees. For persons residing in an area that is not included in any community college district, the out-of-district tuition rate may be authorized.

(c) For persons enrolled at a Michigan public university, the department shall pay lower level resident tuition and mandatory fees for the current year.

(d) For persons enrolled at a Michigan independent, nonprofit degree granting college or university, or a Michigan federal tribally controlled community college, or Focus: HOPE, the department shall pay mandatory fees for the current year and a per-credit payment that does not exceed the average community college in-district per-credit tuition rate as reported on August 1, for the immediately preceding academic year.

(6) A person participating in phase II may be eligible for additional funds not to exceed \$500.00 per semester or \$400.00 per term up to a maximum of \$2,000.00 subject to the following conditions:

(a) Credits are earned in a 4-year program at a Michigan degree granting 4-year college or university.

(b) The tuition reimbursement is for coursework completed within 30

months of completion of the phase I requirements.

(7) Program payments shall not be used by any recipient for theology or divinity courses.

(8) The department shall work closely with participating institutions to develop an application and eligibility determination process that will provide the highest level of participation and ensure that all requirements of the program are met.

(9) New application approvals for the tuition incentive program shall not be made after September 30, 2003. If a determination of financial eligibility is made prior to September 30, 2003, that determination is valid as long as the student meets all other program requirements and conditions.

(10) Each institution shall ensure that all known available restricted grants for tuition and fees are used prior to billing the tuition incentive program for any portion of a student's tuition and fees.

(11) The department shall ensure that the tuition incentive program is well publicized to students who received notification of the program prior to September 30, 2003, and were determined to be financially eligible. The department shall provide the necessary funding and staff to fully operate the program.

(12) Any unexpended and unencumbered funds remaining on September 30, 2004 from the amounts appropriated in part 1 for the tuition incentive program shall not lapse on September 30, 2004, but shall continue to be available for expenditure for the tuition incentive program in the fiscal year ending September 30, 2005.

Sec. 304. The sums appropriated in part 1 for the student financial aid

programs shall be paid out of the state treasury and shall be distributed to the respective institutions as follows:

(a) For the Michigan opportunity scholarships, nursing scholarship, and tuition incentive programs, 40% shall be paid at the beginning of the state's first fiscal quarter, 40% at the beginning of the state's second fiscal quarter, 10% at the beginning of the state's third fiscal quarter, and 10% at the beginning of the state's fourth fiscal quarter.

(b) For the dental clinic grant and Robert C. Byrd honors scholarship program, 50% shall be paid at the beginning of the state's first fiscal quarter and 50% at the beginning of the state's second fiscal quarter.

Sec. 305. The sums appropriated in part 1 for the Michigan merit award program are payable for qualifying students from the high school graduating classes of 2000 through 2003. Students from high school graduating classes beginning with the graduating class of 2004 shall be paid from the state fiscal year appropriation for the Michigan merit award program that begins in the academic year for which the student requests payment.

Sec. 306. The auditor general may audit selected enrollments, degrees, and awards at selected independent colleges and universities receiving awards administered by the department of treasury. The audits shall be based upon definitions and requirements established by the Michigan higher education assistance authority, the state budget director, and the senate and house fiscal agencies. The auditor general shall accept the Free Application for Federal Student Aid (FAFSA) form as the standard of residency documentation. The auditor general shall submit a report of findings to the senate and house appropriations committees and state budget director by May 1, 2004.

Sec. 307. To enable the legislature and the state budget director to evaluate the appropriation needs of higher education, each independent college and university shall make available to the legislature or state budget director, upon request, data regarding grants for the preceding, current, and ensuing fiscal years.

Sec. 308. Included in part 1 is funding for the dental clinic grant. This appropriation is for the University of Detroit Mercy to support dental clinical services provided by its school of dentistry to low income residents in southeastern Michigan.

STATE UNIVERSITIES

Sec. 401. (1) Included in part 1 is \$5,720,400.00 to Wayne State University for the Joseph F. Young, Sr. psychiatric research and training program. Wayne State University shall use these funds for psychiatric laboratory and clinical research, training, and treatment services. Within the available appropriation, services shall not be denied to any patient who meets established research guidelines for treatment on the basis of personal financial circumstances, age, geographic residence, or projected/actual length of treatment as medically warranted.

(2) Wayne State University shall report the following information to the department of community health by November 1, 2004:

(a) The number and type of psychiatric research projects funded by the appropriation described in subsection (1).

(b) The number and type of students trained and the location of training funded by the appropriation.

(c) Demographic data regarding the number and profile of patients to

receive psychiatric services funded by the appropriation and a profile of the services provided.

(d) A summary budget outlining major expenditure categories and any first- and third-party reimbursements.

(3) Copies of these reports shall also be provided to the house and senate fiscal agencies and the state budget director.

Sec. 402. (1) There is created the higher education institutional data inventory advisory committee. The committee shall be appointed by the state budget director and shall consist of the following members:

(a) One representative from the house fiscal agency.

(b) One representative from the senate fiscal agency.

(c) One representative from the state budget director's office.

(d) Three representatives of the presidents council of state universities. The presidents council shall appoint 1 representative each from a masters, a doctoral, and a research university.

(2) The committee shall be responsible for maintaining and enhancing the state higher education database for which funding is included in part 1.

Sec. 403. The amounts included in part 1 for public universities recognize 4 separate university groupings. Funding floors for the 4 groupings are established as follows:

(a) Funding floor of \$4,600.00 per fiscal-year-equated student for Eastern Michigan University, Ferris State University, Grand Valley State University, Lake Superior State University, Northern Michigan University, Saginaw Valley State University, and the University of Michigan-Flint.

(b) Funding floor of \$4,800.00 per fiscal-year-equated student for

Central Michigan University, Oakland University, and the University of Michigan-Dearborn.

(c) Funding floor of \$5,800.00 per fiscal-year-equated student for Michigan Technological University and Western Michigan University.

(d) Funding floor of \$9,100.00 per fiscal-year-equated student for Michigan State University, the University of Michigan-Ann Arbor, and Wayne State University.

Sec. 404. The appropriations in part 1 for Michigan's 15 public universities are intended to maintain the access and affordability to these institutions for students and parents. As a condition to receiving the appropriations in part 1, public universities shall adopt reasonable tuition and fee increases for the 2003-2004 academic year.

Sec. 405. (1) Central Michigan University shall report by September 30, 2004 to the state budget director, house and senate appropriations committees, and the house and senate fiscal agencies information on the activities and effectiveness of the national charter schools institute for which an appropriation is provided in part 1. Included in the report shall be an accounting of all revenues and expenditures of the institute, the names of the public school academies served, and the type of assistance provided to each public school academy.

(2) All funds received under part 1 for the national charter schools institute are intended to be expended on activities of that institute.

Sec. 406. (1) Included in part 1 is \$2,953,400.00 for the agricultural experiment station and \$2,619,000.00 for the cooperative extension service for project GREEN. Project GREEN is intended to address critical regulatory,

food safety, economic, and environmental problems faced by this state's plant-based agriculture, forestry, and processing industries. "GREEN" is an acronym for generating research and extension to meet environmental and economic needs.

(2) The department of agriculture and Michigan State University, in consultation with agricultural commodity groups and other interested parties, shall develop project GREEN and its program priorities.

(3) Not later than September 30, 2004, a report shall be submitted by Michigan State University to the state budget director, the house and senate appropriations subcommittees on agriculture and on higher education, and the house and senate fiscal agencies for the preceding fiscal year regarding project GREEN projects. The report shall include, but is not limited to, the dollar amount of each project and a review of each project's performance and accomplishments.

MARTIN LUTHER KING, JR.-CESAR CHAVEZ-ROSA PARKS PROGRAMS

Sec. 501. (1) Included in the appropriation for each public university in part 1 is funding for the Martin Luther King, Jr.-Cesar Chavez-Rosa Parks future faculty program, that is intended to increase the pool of minority candidates pursuing faculty teaching careers in postsecondary education. Each university shall apply the percentage increase applicable to every university in the calculation of appropriations in part 1 to the amount of funds allocated to the future faculty program.

(2) The program shall be administered by each university in a manner prescribed by the Michigan department of career development. The Michigan department of career development shall use a good faith effort standard to

evaluate whether a fellowship is in default.

Sec. 502. (1) Included in the appropriation for each public university in part 1 is funding for the Martin Luther King, Jr.-Cesar Chavez-Rosa Parks college day program that is intended to introduce schoolchildren underrepresented in postsecondary education to the potential of a college education.

(2) Individual program plans of each university shall include a budget of equal contributions from this program, the participating public university, the participating school district, and the participating independent degree granting college. College day funds shall not be expended to cover indirect costs. Not more than 20% of the university match shall be attributable to indirect costs. Each university shall apply the percentage increase applicable to every university in the calculation of appropriations in part 1 to the amount of funds allocated to the college day program.

(3) The program shall be administered by each university in a manner prescribed by the Michigan department of career development.

Sec. 503. (1) Included in part 1 is funding for the Martin Luther King, Jr.-Cesar Chavez-Rosa Parks select student support services program for developing academically and economically disadvantaged student retention programs for 4-year public and independent educational institutions in this state.

(2) An award made under this program to any 1 institution shall not be greater than \$150,000.00, and the amount awarded shall be matched on a 70% state, 30% college or university basis.

(3) The program shall be administered by the Michigan department of

career development.

Sec. 504. (1) Included in part 1 is funding for the Martin Luther King, Jr.-Cesar Chavez-Rosa Parks college/university partnership program between 4-year public and independent colleges and universities and public community colleges, which is intended to increase the number of academically and economically disadvantaged students who transfer from community colleges into baccalaureate programs.

(2) The grants shall be made under this program to Michigan public and independent colleges and universities. An award to any 1 institution shall not be greater than \$150,000.00, and the amount awarded shall be matched on a 70% state, 30% college or university basis.

(3) The program shall be administered by the Michigan department of career development.

Sec. 505. (1) Included in the appropriation for each public university in part 1 is funding for the Martin Luther King, Jr.-Cesar Chavez-Rosa Parks visiting professors program which is intended to increase the number of underrepresented minority instructors in the classroom and provide role models for underrepresented minority students.

(2) The program shall be administered by the Michigan department of career development.

Sec. 506. (1) Included in the appropriation in part 1 is funding under the Martin Luther King, Jr.-Cesar Chavez-Rosa Parks initiative for the Morris Hood, Jr. educator development program which is intended to increase the number of minority students, especially males, who enroll in and complete K-12 teacher education programs at the baccalaureate level.

(2) The program shall be administered by each state-approved teacher education institution in a manner prescribed by the Michigan department of career development.

(3) Approved teacher education institutions may and are encouraged to use student support services funding in coordination with the Morris Hood, Jr. funding to achieve the goals of the program.

Sec. 507. Each state institution of higher education receiving funds under section 503, 504, or 506 shall notify the Michigan department of career development by April 15, 2004 as to whether it will expend by the end of its fiscal year the funds received under section 503, 504, or 506. Notwithstanding the award limitations in sections 503 and 504, the amount of funding reported as not being expended will be reallocated to the institutions that intend to expend all funding received under section 503, 504, or 506.

STUDENT PERFORMANCE REPORTING

Sec. 601. (1) From the amount appropriated in part 1 for state universities, the state universities shall systematically inform Michigan high schools regarding the academic status of students from each high school in a manner prescribed by the presidents council, state universities of Michigan in cooperation with the Michigan association of secondary school principals.

(2) The Michigan high schools shall systematically inform the state universities about the use of information received under this section in a manner prescribed by the Michigan association of secondary school principals in cooperation with the presidents council, state universities of Michigan.

Sec. 602. From the amount appropriated in part 1 for state universities, the state universities shall inform Michigan community colleges regarding the

academic status of community college transfer students in a manner prescribed by the presidents council, state universities of Michigan in cooperation with the Michigan community college association.

GENERAL REPORTS AND AUDITS

Sec. 701. (1) The auditor general shall review higher education institutional data inventory (HEIDI) enrollment data submitted by all public universities and may perform audits of selected public universities if determined necessary. The review and audits shall be based upon the definitions, requirements, and uniform reporting categories established by the state budget director and the senate and house fiscal agencies. The auditor general shall submit a report of findings to the house and senate appropriations committees and the state budget director no later than July 1, 2004.

(2) Student credit hours reports shall not include the following:

(a) Student credit hours generated through correspondence courses, credit by examination, or inmate prison programs regardless of teaching location.

(b) Student credit hours generated in new degree programs after January 1, 1975, that have not been specifically authorized for funding by the legislature, except spin-off programs converted from existing core programs that do all of the following:

(i) Represent new options, fields, or concentrations within existing programs.

(ii) Are consistent with the current institutional role and mission.

(iii) Are accommodated within the continuing funding base of the

institution.

(iv) Do not require a new degree level beyond that which the institution is currently authorized to grant within that discipline or field.

(v) Do not require funding from the state other than that provided by the student credit hours generated within the program, either before program initiation or within the first 3 years of program operation.

(3) The auditor general shall periodically audit higher education institutional data inventory (HEIDI) data as submitted by the state universities for compliance with the definitions approved by the HEIDI advisory committee for the HEIDI database.

Sec. 702. The principal executive officer of each institution of higher education receiving an appropriation under this bill shall expend a portion of the funds appropriated to that institution to make a report to the auditor general, the house and senate fiscal agencies, and the state budget director within 60 days after the auditor general issues his or her report on the operation of the institution. The institution's report shall specify all of the following:

(a) The recommendations of the auditor general implemented by the institution, including projected dates and resources required, if any, to achieve compliance.

(b) The recommendations of the auditor general not implemented by the institution or implemented by the institution as modified.

(c) The rationale for not implementing a recommendation of the auditor general or of implementing a recommendation as modified.

Sec. 703. The auditor general may conduct performance audits of state

universities during the fiscal year ending September 30, 2004 as the auditor general considers necessary.

Sec. 704. An institution receiving funds under this bill and also subject to the student right-to-know and campus security act, Public Law 101-522, 104 Stat. 2381, shall make a copy of all material prepared pursuant to the public information reporting requirements under the crime awareness and campus security act of 1990, title II of the student right-to-know and campus security act, Public Law 101-542, 104 Stat. 2381 available in electronic Internet format on their websites.